

APPLICATION FOR PERMIT  
TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

JUL 24 1989

Date of filing in State Engineer's Office.....

Returned to applicant for correction..... SEP 19 1989

Corrected application filed..... OCT 13 1989

Map filed..... OCT 13 1989

The applicant Silver King Mines, Inc.

P.O. Box 324, of Ely,  
Street and No. or P.O. Box No. City or Town

Nevada 89315, hereby make... application for permission to appropriate the public  
State and Zip Code No.

waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association, give names of members.) Nevada Corporation - 1962

1. The source of the proposed appropriation is Underground  
Name of stream, lake, spring, underground or other source

2. The amount of water applied for is 1 second foot second-feet  
One second-foot equals 448.83 gals. per min.

(a) If stored in reservoir give number of acre-feet.....

3. The water to be used for mining/milling/domestic  
Irrigation, power, mining, manufacturing, domestic, or other use. Must limit to one use.

4. If use is for:

(a) Irrigation, state number of acres to be irrigated.....

(b) Stockwater, state number and kinds of animals to be watered.....

(c) Other use (describe fully under "No. 12. Remarks") X

(d) Power:

(1) Horsepower developed.....

(2) Point of return of water to stream.....

5. The water is to be diverted from its source at the following point SE 1/4 of the SW 1/4 of Section 8, T14N,  
Describe as being within a 40-acre subdivision of public

R65E, MDB&M. The point of diversion is S83°22'W at a distance of 2037' to the  
survey, and by course and distance to a section corner. If on unsurveyed land, it should be so stated.

SW corner of Section 8, T14N, R65E, MDB&M.

6. Place of use NW 1/4 of Section 16, T14N, R65E, MDB&M.  
Describe by legal subdivision. If on unsurveyed land, it should be so stated.

7. Use will begin about January 1 and end about December 31, of each year.  
Month and Day Month and Day

8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) Water well - pumped to storage tank through  
State manner in which water is to be diverted, i.e. diversion structure, ditches and

6" line  
flumes, drilled well with pump and motor, etc.

9. Estimated cost of works \$45,000

10. Estimated time required to construct works 3 months  
 If well completed, describe works.

11. Estimated time required to complete the application of water to beneficial use 3 months

12. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use.

The water will be used as process water for milling of base metal ores.

Processing to begin the fall of 1989 - full water recycling is anticipated.

Zero discharge is anticipated. Estimated usage is 600 gpm, 24 hrs/day, 7

days a week.

By s/ illegible

P.O. Box 324

East Ely, NV 89315

Compared pm/ se bp/se

Protested

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

No perforations shall be put in the production casing from ground level to 100 feet.

(CONTINUED ON PAGE 2)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second, but not to exceed 235.906 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before May 1, 1991

Proof of completion of work shall be filed on or before June 1, 1991

Application of water to beneficial use shall be made on or before May 1, 1993

Proof of the application of water to beneficial use shall be filed on or before June 1, 1993

Map in support of proof of beneficial use shall be filed on or before

Completion of work filed JUL 1 - 1991 IN TESTIMONY WHEREOF, I R. MICHAEL TURNIPSEED, P.E.

Proof of beneficial use filed

State Engineer of Nevada, have hereunto set my hand and the seal of my

Cultural map filed

office, this 1st day of May,

Certificate No. Issued

A.D. 19 90

R. Michael Turnipseed, P.E.  
 State Engineer

## (PERMIT TERMS CONTINUED)

The total combined duty of water under Permit 32672, Certificate 11068 and Permit 53705 shall not exceed 317.3 million gallons annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.